

1 Board of Directors
Artist-Blacksmith's Association of North America, Inc.

We have compiled the accompanying statement of assets, liabilities and net assets - modified cash basis of Artist-Blacksmith's Association of North America, Inc. (a non-profit corporation) as of June 30, 2011 and the related statement of revenues, expenses and other changes in net assets with comparison to annual budget - modified cash basis, for the six months then ended. The financial statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures ordinarily included in the financial statements prepared on the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the organization's assets, liabilities, net assets, revenues and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The organization has been contacted by the University of Washington Conference Services with a claim that an additional \$59,474.01 is owed to them related to the July 2006 ABANA conference. The organization contests these charges and is currently working with counsel to resolve this issue. Accordingly, no provision for any estimated liability is reflected in the accompanying financial statements.

Premier Accounting & Tax, Inc.

July 18, 2011

ABANA
Statement of Assets, Liabilities & Equity
As of June 30, 2011

Jun 30, 11

ASSETS

Current Assets

Checking/Savings

1004 · Suntrust Bank

1004.1 · General 22,522.66

1004.2 · Conference 10.00

1004.3 · Library 35.00

1004.4 · Scholarships 15.00

Total 1004 · Suntrust Bank 22,582.66

1005 · Wells Fargo

1005.1 · General 3,442.62

1005.2 · Conference 145.73

1005.3 · Library 4,311.04

1005.4 · Scholarships 4,329.50

1005.5 · Calgary Fund 767.00

1005.6 · Iron in the Hat Scholarships 10,797.34

Total 1005 · Wells Fargo 23,793.23

1006 · Bank of America

1006.1 · General 33,574.12

1006.2 · Equipment Upgrade 10,000.00

1006.3 · 2012 Conference 34,023.00

Total 1006 · Bank of America 77,597.12

Total Checking/Savings 123,973.01

Other Current Assets

1041 · Wells Fargo Educ. Endow. Trust 170,369.90

1150 · Inventory for Resale 5,020.67

Total Other Current Assets 175,390.57

Total Current Assets 299,363.58

Fixed Assets

1294 · Equip-Teaching Trlr/Conf Equip 38,655.00

1300 · Equip-Office 2,189.79

1310 · Less Accum Depreciation -13,305.07

Total Fixed Assets 27,539.72

TOTAL ASSETS 326,903.30

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities

ABANA
Statement of Assets, Liabilities & Equity
As of June 30, 2011

	<u>Jun 30, 11</u>
2050 · Dues Paid in Advance	14,902.50
2070 · Due to Metal Musuem	50.00
2090 · Due to Exhibition Fund	<u>2,838.00</u>
Total Other Current Liabilities	<u>17,790.50</u>
Total Current Liabilities	<u>17,790.50</u>
Total Liabilities	17,790.50
Equity	
3000 · General Operations	128,432.76
3100 · Natl End - Temp Restr	8,832.31
3110 · Natl Endow - Restricted	159,756.91
Net Income	<u>12,090.82</u>
Total Equity	<u>309,112.80</u>
TOTAL LIABILITIES & EQUITY	<u><u>326,903.30</u></u>

ABANA
Statement of Revenue & Disbursements w/Budget vs. Actual
January through June 2011

	<u>Jan - Jun 11</u>	<u>Budget</u>	<u>\$ Over Budget</u>
Ordinary Income/Expense			
Income			
5000 · Membership Dues	111,153.54	198,713.00	-87,559.46
5025 · Library Income	122.00	250.00	-128.00
5030 · Advertising Income	34,209.51	58,800.00	-24,590.49
5050 · Investment Return	1.22	100.00	-98.78
5075 · Contributions	1,042.05	2,000.00	-957.95
5100 · Retail Sales	4,476.90	2,000.00	2,476.90
Total Income	<u>151,005.22</u>	<u>261,863.00</u>	<u>-110,857.78</u>
Cost of Goods Sold			
5500 · Merchandise Cost	64.56		
Total COGS	<u>64.56</u>		
Gross Profit	150,940.66	261,863.00	-110,922.34
Expense			
6015 · Ad Commissions	10,842.68	13,524.00	-2,681.32
6064 · Publications	89,461.71	172,520.00	-83,058.29
7000 · Accounting	3,125.00	7,090.00	-3,965.00
7030 · Administrative			
7030.1 · Equipment Lease	459.23		
7030.3 · Monthly Office Supplies	548.08		
7030.4 · Miscellaneous Office Supplies	143.54		
7030.5 · Renewal Mailings	2,012.89		
7030.9 · Miscellaneous Expense	100.00		
7030 · Administrative - Other	25.00	5,000.00	-4,975.00
Total 7030 · Administrative	<u>3,288.74</u>	<u>5,000.00</u>	<u>-1,711.26</u>
7031 · Bank Service Charges	4.83		
7032 · Credit Card Fees & Charges			
7032.1 · Authnet/Global Pay Charges	2,136.99		
7032.2 · Visa/MC/Disc credit card fees	39.95		
7032.3 · Amex credit card fees	258.52		
7032 · Credit Card Fees & Charges - Other	241.63	5,083.00	-4,841.37
Total 7032 · Credit Card Fees & Charges	<u>2,677.09</u>	<u>5,083.00</u>	<u>-2,405.91</u>
7055 · Election Committee	0.00	500.00	-500.00
7150 · Educational Programs			
7150 · Educational Programs - Other	0.00	1,000.00	-1,000.00
Total 7150 · Educational Programs	<u>0.00</u>	<u>1,000.00</u>	<u>-1,000.00</u>
7200 · Internet Site/Web Hosting	454.00	750.00	-296.00
7225 · Insurance and Bonding	3,140.00	3,812.00	-672.00
7240 · Webmaster	0.00	500.00	-500.00
7320 · Bealer Award	1,100.00	550.00	550.00
7400 · Postage	2,334.74	6,500.00	-4,165.26
7530 · Central Office			
7530.1 · Professional Management Fees	20,000.00	45,000.00	-25,000.00
7530.2 · Central Office-Addtn'l Services	416.45		
Total 7530 · Central Office	<u>20,416.45</u>	<u>45,000.00</u>	<u>-24,583.55</u>

ABANA
Statement of Revenue & Disbursements w/Budget vs. Actual
January through June 2011

	<u>Jan - Jun 11</u>	<u>Budget</u>	<u>\$ Over Budget</u>
7535 · Travel/Board Meeting	306.19		
Total Expense	<u>137,151.43</u>	<u>261,829.00</u>	<u>-124,677.57</u>
Net Ordinary Income	13,789.23	34.00	13,755.23
Other Income/Expense			
Other Income			
8000 · Investment Return-Restr	1,792.05		
8002 · Unrealized Gain/Loss-Restr	-10.11		
8005 · Contributions Recvd-Restr	394.50		
9000 · 2010 Conference Receipts			
9006 · Auction	23.00		
Total 9000 · 2010 Conference Receipts	<u>23.00</u>		
9851 · 2012 Conference Receipts			
5075.10 · Contributions	136.00		
9852 · Contributions-2012 Conference	104.15		
Total 9851 · 2012 Conference Receipts	<u>240.15</u>		
Total Other Income	2,439.59		
Other Expense			
8051 · Scholarships & Grants	1,100.00		
9800 · 2010 Conference Expenditures			
9804 · Office & Admin Expenses	38.00		
Total 9800 · 2010 Conference Expenditures	<u>38.00</u>		
9900 · 2012 Conference Expenditures			
9905 · Transportation	2,000.00		
9915 · Site Rental	1,000.00		
Total 9900 · 2012 Conference Expenditures	<u>3,000.00</u>		
Total Other Expense	<u>4,138.00</u>		
Net Other Income	<u>-1,698.41</u>		
Net Income	<u><u>12,090.82</u></u>	<u><u>34.00</u></u>	<u><u>12,056.82</u></u>

ABANA
Comparative Statement of Revenue & Disbursements
January through June 2011

	<u>Jan - Jun 11</u>	<u>Jan - Jun 10</u>	<u>\$ Change</u>
Ordinary Income/Expense			
Income			
5000 · Membership Dues	111,153.54	122,868.45	-11,714.91
5025 · Library Income	122.00	180.00	-58.00
5030 · Advertising Income	34,209.51	31,692.41	2,517.10
5050 · Investment Return	1.22	12.67	-11.45
5075 · Contributions	1,042.05	311.00	731.05
5100 · Retail Sales	4,476.90	5,472.60	-995.70
Total Income	<u>151,005.22</u>	<u>160,537.13</u>	<u>-9,531.91</u>
Cost of Goods Sold			
5500 · Merchandise Cost	64.56	997.05	-932.49
5551 · Merchandise Sales Commission	0.00	258.60	-258.60
Total COGS	<u>64.56</u>	<u>1,255.65</u>	<u>-1,191.09</u>
Gross Profit	150,940.66	159,281.48	-8,340.82
Expense			
6015 · Ad Commissions	10,842.68	8,831.36	2,011.32
6064 · Publications	89,461.71	84,396.00	5,065.71
6730 · Library Expenses	0.00	35.05	-35.05
7000 · Accounting	3,125.00	2,500.00	625.00
7030 · Administrative	3,288.74	3,411.26	-122.52
7031 · Bank Service Charges	4.83	121.32	-116.49
7032 · Credit Card Fees & Charges	2,677.09	4,152.07	-1,474.98
7200 · Internet Site/Web Hosting	454.00	594.00	-140.00
7225 · Insurance and Bonding	3,140.00	3,141.00	-1.00
7320 · Bealer Award	1,100.00	0.00	1,100.00
7325 · Heritage Award	0.00	101.00	-101.00
7350 · Membership Services	0.00	628.44	-628.44
7400 · Postage	2,334.74	3,309.04	-974.30
7530 · Central Office	20,416.45	26,250.00	-5,833.55
7535 · Travel/Board Meeting	306.19	3,168.33	-2,862.14
7550 · Treasurer's Office	0.00	46.00	-46.00
Total Expense	<u>137,151.43</u>	<u>140,684.87</u>	<u>-3,533.44</u>
Net Ordinary Income	13,789.23	18,596.61	-4,807.38
Other Income/Expense			
Other Income			
8000 · Investment Return-Restr	1,792.05	1,205.92	586.13
8002 · Unrealized Gain/Loss-Restr	-10.11	563.21	-573.32
8005 · Contributions Recvd-Restr	394.50	145.00	249.50
9000 · 2010 Conference Receipts	23.00	175,543.84	-175,520.84
9851 · 2012 Conference Receipts	240.15	2,445.00	-2,204.85
Total Other Income	<u>2,439.59</u>	<u>179,902.97</u>	<u>-177,463.38</u>
Other Expense			
8051 · Scholarships & Grants	1,100.00	0.00	1,100.00
9800 · 2010 Conference Expenditures	38.00	111,968.86	-111,930.86
9900 · 2012 Conference Expenditures	3,000.00	0.00	3,000.00
Total Other Expense	<u>4,138.00</u>	<u>111,968.86</u>	<u>-107,830.86</u>

ABANA
Comparative Statement of Revenue & Disbursements
January through June 2011

	<u>Jan - Jun 11</u>	<u>Jan - Jun 10</u>	<u>\$ Change</u>
Net Other Income	<u>-1,698.41</u>	<u>67,934.11</u>	<u>-69,632.52</u>
Net Income	<u><u>12,090.82</u></u>	<u><u>86,530.72</u></u>	<u><u>-74,439.90</u></u>